

111TH CONGRESS
2D SESSION

H. R. 4697

To amend the Internal Revenue Code of 1986 to exclude from gross income
remediation payments for hazardous drywall.

IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 25, 2010

Mr. CAO (for himself, Mr. NYE, Mr. CASSIDY, Mr. TAYLOR, and Mr. POSEY)
introduced the following bill; which was referred to the Committee on
Ways and Means

A BILL

To amend the Internal Revenue Code of 1986 to exclude
from gross income remediation payments for hazardous
drywall.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. HAZARDOUS DRYWALL REMEDIATION PAY-**
4 **MENT EXCLUDED FROM GROSS INCOME.**

5 (a) IN GENERAL.—Part III of subchapter B of chap-
6 ter 1 of the Internal Revenue Code of 1986 is amended
7 by inserting after section 139C the following new section:

1 **“SEC. 139D. HAZARDOUS DRYWALL REMEDIATION PAY-**
2 **MENTS.**

3 “Gross income shall not include any payment received
4 from the Federal Government, or any State or local gov-
5 ernment, for the replacement of, or remediation relating
6 to, hazardous or defective drywall installed in the principal
7 residence (within the meaning of section 121) of the tax-
8 payer after September 1, 2006, and before the date of the
9 enactment of this Act.”.

10 (b) CLERICAL AMENDMENT.—The table of sections
11 for part III of subchapter B of chapter 1 of such Code
12 is amended by inserting after the item relating to section
13 139C the following new item:

“139D. Hazardous drywall remediation payments.”.

14 (c) EFFECTIVE DATE.—The amendments made by
15 this section shall apply to payments received after Decem-
16 ber 21, 2009.

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